

PROPOSED CHANGES IN OPERATIONAL GUIDELINES FOR KMS 2016-17

1 **Eligibility of custom millers for participation in KMS 2016-17**

- Millers who have delivered 100% CMR of KMS 2015-16 by cutoff date of procurement will be allowed in current KMS for participation in procurement operation.
- Cutoff date:
 - **30.09.16** is the cutoff date for Bargarh, Balangir, Deogarh, Jharsuguda, Kalahandi, Koraput, Malkangiri, Nabarangpur, Nuapada, Rayagada, Sambalpur & Subarnapur **(Category-A)**
 - **31.10.16** is the cutoff date for Angul, Balasore, Bhadrak, Boudh, Cuttack, Dhenkanal, Gajapati, Ganjam, Jagatsinghpur, Jajpur, Kandhamal, Mayurbhanj Kendrapara, Keonjhar, Khordha, Nayagarh, Puri & Sundargarh **(Category-B)**
- Category of districts has been as per actual start of procurement in last two Kharif Marketing Seasons
- Millers who delivers 100% CMR subsequent to the cutoff date will also be eligible for participation subject to restriction in delivery of paddy

2. **Security deposit & delivery of paddy**

- (i) The millers who have completed 100% CMR delivery by **30-09-2016** for **Category-A** & by **31-10-16** for **Category-B** Districts will be delivered paddy **07** times of security amount.
 - ii. **The millers who have completed/will complete** within **15 days of cutoff date**, will be delivered paddy **5 times** of security amount
 - iii. The millers(s) can participate on depositing 100% security amount.
- The millers who will participate in other district, paddy will be delivered **3 times** of security amount. **It can be revised basing on the delivery of CMR by the millers as per monthly delivery schedule.**
- The new mills will be delivered paddy **3 times** of security amount.
- The millers will take up concurrent milling of paddy and lifting of paddy from PPCs.

- Any miller who delivers CMR as per monthly delivery schedule issued by DM, OSCSC, the slab of **7 times /5 times /3 times** may be increased with the approval of OSCSC Head Office.

However, the cutoff date for 100% delivery of CMR of KMS 2016-17 is 30.09.2017. The millers who complete delivery by cutoff date shall be eligible to participate in KMS 2017-18

3. Payment to custom miller

- Bi-monthly release of payment of incidentals. Millers are to submit bills within 7 days of end of bi-months.
- Bills shall be settled within 15 days of submission of the bills.
- However, the bills of the millers who fail to deliver the CMR as per delivery schedule in the agreement may be kept withheld.
- Millers participated on 100% security, entire bill amount shall be released.
- In case of other millers, 75% of the bill amount will be released till entire CMR is delivered, balance 25% shall be held up to buildup security to be released after 100% delivery of rice.

4. Participation of raw rice mill in boiled consuming district and vice versa & procurement of rice as per consumption pattern of the district

- Millers will be delivered **5 times** of paddy against the security amount furnished.
- The district to procure rice as per consumption pattern of the district i.e. boiled rice consuming district shall only procure boiled rice and vice-versa.
- The Raw rice mill in boiled consuming districts shall deliver 100% CMR due at FCI depots and vice versa.

5. Procurement through P-PAS

- Agreement between OSCSC and OSCB.
- Tripartite agreement with Secretary, DCCB, DRCS and OSCSC.
- Implementation of P-PAS in all 294 paddy procuring blocks of the State.
- Direct fund transfer to the accounts of farmers from OSCB.

6. Imposition of holding charges

The miller shall lift paddy and deliver rice concurrently. The delivery of Kharif CMR due & Rabi CMR due shall be completed by 30.06.2017 & 30.09.2017 respectively, failing which holding charges will be imposed @ Rs.0.50 paise per quintal of rice per day. However in specific case where OSCSC could not receive rice due to space constraints at RRCs, such holding charges may not be imposed.

7. Participation of other district miller in deficit milling capacity district

- The millers who have completed **100% delivery of CMR by 30.09.2016** will be allowed to participate in other nearby districts having deficit milling capacity.
- Cluster approach of millers participation in 3 clusters namely Kalahandi-Nuapada, Bolangir-Sonepur-Sambalpur-Bargarh-Boudh and Mayurbhanj-Balasore-Bhadrak-Jajpur-Keonjhar has been adopted to ensure hassle free procurement operation.
- Millers of a district will be allowed to participate for procurement in other nearby deficit milling capacity district as follows:

Name of the district of the miller	Districts Where to be allowed to participate
Nuapada	Kalahandi
Bolangir & Sambalpur	Sonepur & Boudh
Jajpur & Mayurbhanj	Balasore, Bhadrak & Keonjhar
Cuttack, Khurda, Jajpur & Puri	Jagatsinghpur
Ganjam	Kandhamal

- Whenever OSCSC Head Office feel that, there is a situation leading to monopolization of procurement process by participating millers of certain districts, it can deploy millers from nearby districts to ensure smooth procurement operation. In such cases instructions of OSCSC Head Office shall be final and binding on concerned Collector / District Manager, OSCSC Ltd.

8. Delivery of CMR due for KMS 2016-17

- 100% delivery of CMR of paddy procured in Kharif season – **30.06.2016**
- 100% of CMR due of paddy procured during Rabi season – **30.09.2016**

- Delivery of CMR to FCI by a district will be made after meeting the requirement under PDS of the district and nearby deficit district. The entire surplus CMR shall be delivered to FCI by the concerned district(s).
- **Failure to deliver 100% CMR due by 30.09.2016 by the millers will result in debarring the millers from participation in next KMS.**

9. Gunny deprecation

Gol has proposed for use of two new gunny bags and two old gunny bags for packing of paddy required for 1 qtl. of rice. The decision of Govt. of India in this respect will be followed.

10. Requisition of funds

Collector will make requisition of funds to the OSCSC Head Office as per target fixed by Govt. for release of the same to OSCB, Bhubaneswar for direct transfer of fund online to the accounts of farmers.